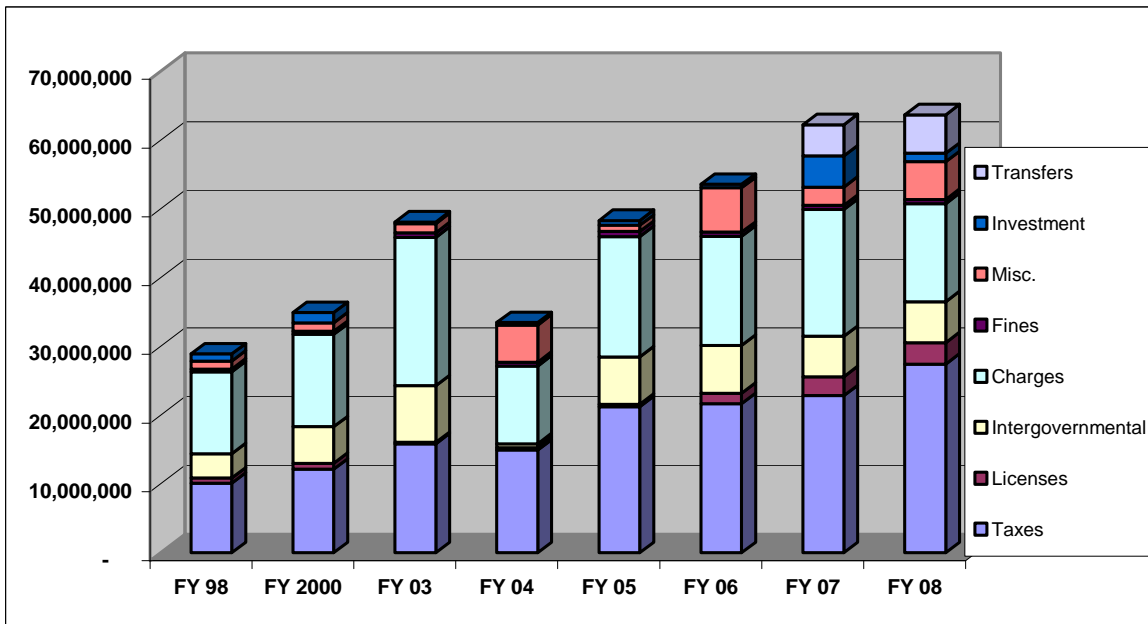

FINANCIAL SUMMARIES



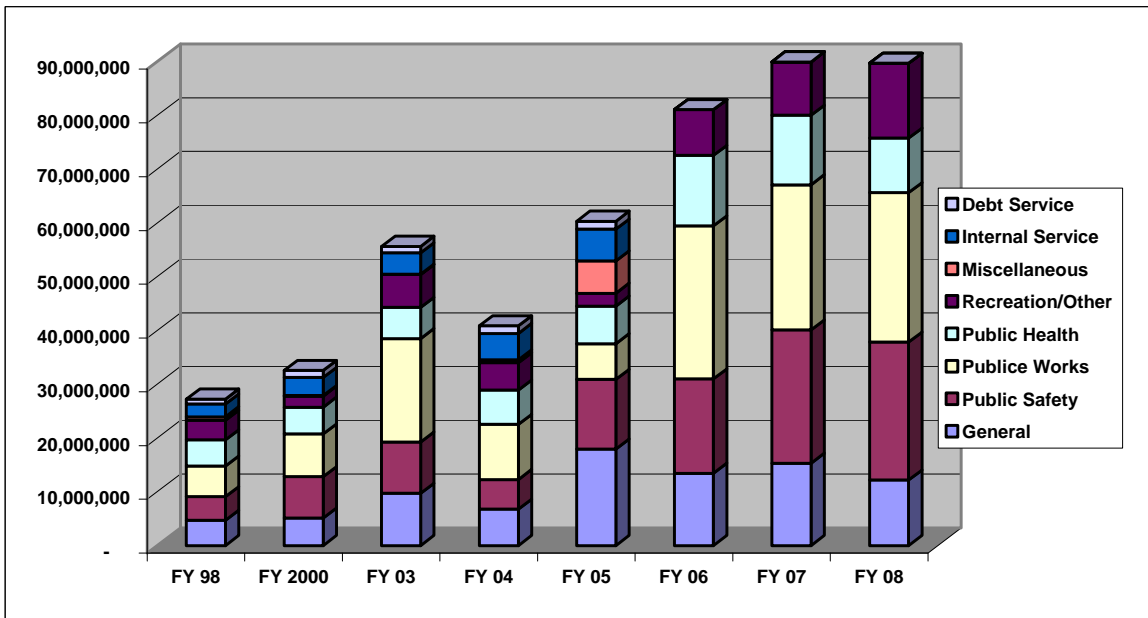
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OVERVIEW OF BUDGETED RESOURCES

MAJOR ESTIMATED (BUDGETED) REVENUE SOURCES FY 98 – FY 2008



EXPENDITURES (BUDGETED) FY 98 – FY 2008



OVERVIEW OF BUDGETED RESOURCES

SUMMARY OF MAJOR REVENUES, EXPENDITURES, AND OTHER FINANCING SOURCES/USES Final Budget - July 1, 2007 through June 30, 2008 (FY 08)

	Governmental Fund Types			Proprietary Fund Types		Fiduciary Fund Types	Total
	General	Special Revenue	Debt Service	Capital Project	Enterprise & Internal Service	Trust & Agency	All Funds
Beginning Fund							
Balance/Cash	\$ 3,636,071	\$ 14,662,722	\$ 1,440,078	\$ 9,121,498	\$ 10,471,033	\$ 3,206,109	\$ 42,537,511
Estimated Revenues							
Taxes & Assessments	2,413,948	15,330,929	1,710,792	1,668,622	61,048	6,254,838	27,440,177
Licenses & Permits	1,460,000	1,660,300	-	-	-	-	3,120,300
Intergovernmental	591,855	3,319,682	9,000	151,000	1,499,247	363,824	5,934,608
Charges for Services	2,132,883	2,804,070	-	-	8,034,826	1,292,152	14,263,931
Fines & Forfeitures	603,600	8,700	-	-	-	-	612,300
Miscellaneous	67,501	2,530,200	-	2,898,000	8,500	-	5,504,201
Investment Earnings	560,000	172,438	43,000	115,397	235,000	85,000	1,210,835
Transfers	20,000	153,612	557,570	700,000	2,800,388	1,358,895	5,590,465
Total Estimated Reven	7,849,787	25,979,931	2,320,362	5,533,019	12,639,009	9,354,709	63,676,817
Approved Budget							
General Government	9,235,406	2,682,005	-	1,126,223	2,156,396	5,170	15,205,200
Public Safety	965,452	13,085,142	25	4,502,048	1,100,003	8,852,396	28,505,066
Public Works	-	12,156,159	2,511,961	3,364,291	10,537,631	2,842,630	31,412,672
Public Health	-	4,187,429	127,025	1,400,000	6,509,919	174,711	12,399,084
Recreation & Other	185,000	3,431,583	941,429	3,961,960	106,892	494,915	9,121,779
Total Approved Budget	10,385,858	35,542,318	3,580,440	14,354,522	20,410,841	12,369,822	96,643,801
Projected Change in							
Fund Balance/Cash	(2,536,071)	(9,562,387)	(1,260,078)	(8,821,503)	(7,771,832)	(3,015,113)	(32,966,984)
Projected Ending							
Fund Balance/Cash	\$ 1,100,000	\$ 5,100,335	\$ 180,000	\$ 299,995	\$ 2,699,201	\$ 190,996	\$ 9,570,527

OVERVIEW OF BUDGETED RESOURCES

SUMMARY OF MAJOR REVENUES, EXPENDITURES, AND OTHER FINANCING SOURCES/USES Final Budget - July 1, 2006 through June 30, 2007 (FY 07)

	Governmental Fund Types				Proprietary Fund Types	Fiduciary Fund Types	Total All Funds
	General	Special Revenue	Debt Service	Capital Project	Enterprise & Internal Service	Trust & Agency	
Projected Beginning							
Fund Balance/Cash	\$ 3,421,780	\$ 14,997,353	\$ 1,466,244	\$ 4,082,294	\$ 8,175,677	\$ 2,386,756	\$ 34,530,104
<u>Estimated Revenues</u>							
Taxes & Assessments	1,899,424	12,588,376	1,865,730	1,999,766	55,206	4,409,575	22,818,077
Licenses & Permits	1,300,000	1,479,000	-	134,698	-	-	2,913,698
Intergovernmental	514,700	3,971,148	-	111,958	603,000	929,287	6,130,093
Charges for Services	2,310,802	2,803,182	-	-	12,219,339	956,544	18,289,867
Fines & Forfeitures	607,100	5,200	-	-	-	-	612,300
Miscellaneous	-	32,334	-	6,323,166	8,378	851,873	7,215,751
Investment Earnings	411,000	150,050	27,000	274,600	214,132	45,876	1,122,658
Transfers	670,407	255,423	557,600	725,385	3,801,345	-	6,010,160
Total Estimated Revenues	7,713,433	21,284,713	2,450,330	9,569,573	16,901,400	7,193,155	65,112,604
<u>Approved Budget</u>							
General Government	9,251,956	3,500,482	-	686,549	1,846,823	7,881	15,293,691
Public Safety	883,257	10,443,731	-	4,114,045	2,592,909	6,756,201	24,790,143
Public Works		11,355,235	2,675,709	2,362,583	8,661,363	1,956,162	27,011,052
Public Health		5,446,328	132,210	70,000	7,156,531	129,038	12,934,107
Recreation & Other		2,981,901	943,654	5,579,050	124,396	292,236	9,921,237
Total Approved Budget	10,135,213	33,727,677	3,751,573	12,812,227	20,382,022	9,141,518	89,950,230
Projected Change in							
Fund Balance/Cash	(2,421,780)	(12,442,964)	(1,301,243)	(3,242,654)	(3,480,622)	(1,948,363)	(24,837,626)
Projected Ending							
Fund Balance/Cash	\$ 1,000,000	\$ 2,554,389	\$ 165,001	\$ 839,640	\$ 4,695,055	\$ 438,393	\$ 9,692,478

OVERVIEW OF BUDGETED RESOURCES

SUMMARY OF MAJOR REVENUES, EXPENDITURES, AND OTHER FINANCING SOURCES/USES July 1, 2005 through June 30, 2006 (FY 06)

	Governmental Fund Types			Proprietary Fund Types		Fiduciary Fund Types	Total All Funds
	General	Special Revenue	Debt Service	Capital Project	Enterprise & Internal Service	Trust & Agency	
Projected Beginning							
Fund Balance/Cash	\$ 2,649,039	\$ 13,600,306	\$ 1,462,092	\$ 6,196,243	\$ 5,179,472	\$ 1,959,768	\$ 31,046,920
<u>Revenues</u>							
Taxes & Assessments	3,386,312	13,634,041	1,382,119	809,723	111,478	3,429,929	22,753,602
Licenses & Permits	160	450,700	-	-	-	-	450,860
Intergovernmental	645,999	5,592,437	15,377	746,341	108,719	442,195	7,551,068
Charges for Services	2,218,855	2,612,135	-	-	10,413,991	1,027,122	16,272,103
Fines & Forfeitures	772,535	116,042	-	-	300	-	888,877
Miscellaneous	21,421	237,444	17,839	6,010,271	2,495,960	588,780	9,371,715
Investment Earnings	522,402	278,500	79,322	59,684	189,740	162,830	1,292,478
Transfers	115,221	859,149	592,421	600,000	3,239,534	76,000	5,482,325
	-	-	-	-	-	-	-
Total Revenues	7,682,905	23,780,448	2,087,078	8,226,019	16,559,722	5,726,856	64,063,028
<u>Expenditures</u>							
General Government	6,159,106	2,252,583	-	2,053,453	30,500	856	10,496,498
Public Safety	633,497	8,907,760	976	884,523	1,587,334	4,196,373	16,210,463
Public Works	-	5,638,949	1,722,652	867,962	4,637,445	827,890	13,694,898
Public Health	-	2,583,536	132,135	20,000	4,701,116	-	7,436,787
Recreation & Other	70,789	3,597,546	570,110	1,619,925	-	90,349	5,948,719
	-	-	-	-	-	-	-
Total Expenditures	6,863,392	22,980,374	2,425,873	5,445,863	10,956,395	5,115,468	53,787,365
Change in							
Fund Balance/Cash	819,513	800,074	(338,795)	2,780,156	5,603,327	611,388	10,275,663
Projected Ending							
Fund Balance/Cash	\$ 3,468,552	\$ 14,400,380	\$ 1,123,297	\$ 8,976,399	\$ 10,782,799	\$ 2,571,156	\$ 41,322,583

OVERVIEW OF BUDGETED RESOURCES

SUMMARY OF MAJOR REVENUES, EXPENDITURES, AND OTHER FINANCING SOURCES/USES July 1, 2004 through June 30, 2005 (FY 05)

	Governmental Fund Types			Proprietary Fund Types		Fiduciary Fund Types	Total
	General	Special Revenue	Debt Service	Capital Project	Enterprise & Internal Service	Trust & Agency	All Funds
<u>Revenues</u>							
Taxes & Assessments	\$ 3,226,652	\$ 13,012,932	\$ 1,375,609	\$ 305,458	\$ 107,355	\$ 3,202,664	\$ 21,230,670
Licenses & Permits	200	355,059	-	-	-	-	355,259
Intergovernmental	513,198	5,495,928	15,175	605,970	273,032	-	6,903,303
Charges for Services	1,801,688	1,627,074	-	-	11,742,884	2,312,676	17,484,322
Fines & Forfeitures	631,339	117,288	-	-	-	-	748,627
Miscellaneous	40,447	781,043	-	4,312	61,218	-	887,020
Investment Earnings	316,527	174,445	38,638	68,982	95,883	-	694,475
	-	-	-	-	-	-	-
Total Estimated Revenues	6,530,051	21,563,769	1,429,422	984,722	12,280,372	5,515,340	48,303,676
<u>Expenditures</u>							
General Government	5,971,050	11,872,951	-	76,650	-	1,933	17,922,584
Public Safety	375,376	7,200,196	-	170,747	13,786	5,202,218	12,962,323
Public Works	-	3,263,518	-	1,484,753	1,434,009	456,823	6,639,103
Public Health	-	2,471,506	-	-	4,126,035	387,210	6,984,751
Recreation & Other	-	313,021	-	1,980,698	-	127,433	2,421,152
Miscellaneous	231,071	5,620,896	-	-	155,900	-	6,007,867
Internal Service	-	-	-	-	5,907,085	-	5,907,085
Debt Service	-	23,895	1,173,643	-	252,801	-	1,450,339
Total	6,577,497	30,765,983	1,173,643	3,712,848	11,889,616	6,175,617	60,295,204
<u>Other Financing Sources (Uses)</u>							
Transfers In	134,755	615,057	274,634	2,855,483	-	-	3,879,929
Transfers Out	(2,674,139)	(2,254,172)	(239,749)	(34,885)	-	-	(5,202,945)
Proceeds from LT Debt	-	-	-	853,117	-	-	853,117
Sale of Fixed Assets	2,700,040	10,593	-	-	-	-	2,710,633
Property Taxes	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-
Investment & Royalty Earn	-	-	-	-	-	-	-
Debt Service Int	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	\$ 160,656	\$ (1,628,522)	\$ 34,885	\$ 3,673,715	\$ -	\$ -	\$ 2,240,734

OVERVIEW OF BUDGETED RESOURCES

SUMMARY OF MAJOR REVENUES, EXPENDITURES, AND OTHER FINANCING SOURCES/USES July 1, 2003 through June 30, 2004 (FY 04)

	Governmental Fund Types			Proprietary Fund Types		Fiduciary Fund Types	Total All Funds
	General	Special Revenue	Debt Service	Capital Project	Enterprise & Internal Service	Trust & Agency	
<u>Revenues</u>							
Taxes & Assessments	\$ 2,052,603	\$ 11,550,542	\$ 1,430,874	\$ 1,448,468	\$ 878	\$ 2,867,477	\$ 19,350,842
Licenses & Permits	170	364,999	-	-	-	-	365,169
Intergovernmental	377,806	4,281,559	15,887	307,261	508,619	-	5,491,132
Charges for Services	1,712,579	375,712	-	-	6,656,287	2,565,925	11,310,503
Fines & Forfeitures	504,761	57,596	-	-	-	-	562,357
Miscellaneous	12,831	1,130,045	-	148,789	4,104,962	-	5,396,627
Investment Earnings	155,929	86,756	14,300	58,672	39,908	-	355,565
	-	-	-	-	-	-	-
Total Revenues	4,816,679	17,847,209	1,461,061	1,963,190	11,310,654	5,433,402	42,832,195
<u>Expenditures</u>							
General Government	5,481,697	1,250,207	-	-	-	-	6,731,904
Public Safety	-	1,425,505	-	-	-	4,110,689	5,536,194
Public Works	-	3,878,742	-	4,562,218	1,668,688	144,648	10,254,296
Public Health	39	2,044,433	-	-	3,973,710	352,008	6,370,190
Recreation & Other	-	4,342,558	-	600,500	-	141,915	5,084,973
Miscellaneous	66,627	472,934	-	-	-	-	539,561
Internal Service	-	-	-	-	4,936,719	-	4,936,719
Debt Service	-	243,564	1,042,388	-	119,187	-	1,405,139
	-	-	-	-	-	-	-
Total Expenditures	5,548,363	13,657,943	1,042,388	5,162,718	10,698,304	4,749,260	39,453,837
<u>Other Financing Sources (Uses)</u>							
Transfers In	371,427	156,816	42,611	1,790,009	50,310	-	2,411,173
Transfers Out	(332,329)	646,923	87,603	212,446	-	-	614,643
Proceeds from LT Debt	-	-	-	1,464,300	-	-	1,464,300
Sale of Fixed Assets	-	-	-	-	-	-	-
Property Taxes	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-
Investment & Royalty Earn	-	-	-	-	-	-	-
Debt Service Int	-	-	-	-	-	-	-
Adjustments	20,452	-	-	-	-	-	20,452
	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	\$ 59,550	\$ 803,739	\$ 130,214	\$ 3,466,755	\$ 50,310	\$ -	\$ 4,510,568

OVERVIEW OF BUDGETED RESOURCES

SUMMARY OF MAJOR REVENUES, EXPENDITURES, AND OTHER FINANCING SOURCES/USES July 1, 2002 through June 30, 2003 (FY 03)

	Governmental Fund Types				Proprietary Fund Types	Fiduciary Fund Types	Total
	General	Special Revenue	Debt Service	Capital Project	Enterprise & Internal Service	Trust & Agency	All Funds
<u>Revenues</u>							
Taxes & Assessments	\$ 2,676,463	\$ 11,082,199	\$ 390,773	\$ 971,382	\$ -	\$ 1,900,482	\$ 17,021,299
Licenses & Permits	930	196,914	-	-	-	-	197,844
Intergovernmental	413,817	5,995,964	15,562	587,017	1,227,419	-	8,239,779
Charges for Services	1,505,505	1,421,304	-	-	7,876,018	10,773,667	21,576,494
Fines & Forfeitures	557,028	133,236	-	-	-	-	690,264
Miscellaneous	198,764	1,101,917	-	-	13,025	-	1,313,706
Investment Earnings	20,979	133,489	13,629	35,300	28,145	-	231,542
	-	-	-	-	-	-	-
Total Revenues	5,373,486	20,065,023	419,964	1,593,699	9,144,607	12,674,149	49,270,928
<u>Expenditures</u>							
General Government	4,399,284	4,025,574	-	1,259,105	-	-	9,683,963
Public Safety	-	6,033,884	-	-	-	3,533,807	9,567,691
Public Works	-	6,308,356	-	1,158,918	2,517,430	9,236,607	19,221,311
Public Health	-	1,894,943	-	-	3,857,369	63,550	5,815,862
Recreation & Other	421,137	2,216,172	-	3,338,463	-	107,617	6,083,389
Miscellaneous	70,423	16,387	-	-	-	-	86,810
Internal Service	-	-	-	-	3,969,646	-	3,969,646
Debt Service	-	350,579	793,821	-	72,859	-	1,217,259
	-	-	-	-	-	-	-
Total Expenditures	4,890,844	20,495,316	-	5,756,486	10,344,445	12,941,581	54,428,672
<u>Other Financing Sources (Uses)</u>							
Transfers In	85,806	217,963	382,900	609,903	967,278	-	2,263,850
Transfers Out	(1,083,329)	(1,596,108)	-	-	(27,595)	-	(2,707,032)
Proceeds from LT Debt	1,500	-	-	4,504,195	-	-	4,505,695
Sale of Fixed Assets	-	-	-	-	-	-	-
Property Taxes	-	-	-	-	-	-	-
Intergovernmental Revenue	-	-	-	-	-	-	-
Investment & Royalty Earn	-	-	-	-	-	-	-
Debt Service Int	-	-	-	-	-	-	-
Adjustments	(112,920)	(150)	-	-	(78,130)	-	(191,200)
	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	\$ (1,108,943)	\$ (1,378,295)	\$ 382,900	\$ 5,114,098	\$ 861,553	\$ -	\$ 3,871,313

OVERVIEW OF BUDGETED RESOURCES

SUMMARY OF MAJOR REVENUES, EXPENDITURES, AND OTHER FINANCING SOURCES/USES July 1, 1999 through June 30, 2000 (FY 00)

	Governmental Fund Types				Proprietary Fund Types	Fiduciary Fund Types	Total
	General	Special Revenue	Debt Service	Capital Project	Enterprise & Internal Service	Trust & Agency	All Funds
<u>Revenues</u>							
Taxes & Assessments	\$ 3,090,434	\$ 7,420,748	\$ 141,522	\$ -	\$ -	\$ 1,474,051	\$ 12,126,755
Licenses & Permits	87,642	774,786	1,153	-	-	-	863,581
Intergovernmental	331,577	3,358,663	9,125	482,821	-	1,152,785	5,334,971
Charges for Services	742,943	956,025	-	-	6,788,138	4,921,084	13,408,190
Fines & Forfeitures	419,515	35,551	-	-	-	-	455,066
Miscellaneous	9,735	792,570	450,181	-	-	-	1,252,486
Investment Earnings	475,970	506,863	36,923	7,026	-	452,518	1,479,300
	-	-	-	-	-	-	-
Total Revenues	5,157,816	13,845,206	638,904	489,847	6,788,138	8,000,438	34,920,349
<u>Expenditures</u>							
General Government	3,052,332	1,630,563	-	407,379	-	-	5,090,274
Public Safety	-	5,498,987	-	-	-	2,191,901	7,690,888
Public Works	-	2,606,169	-	214,151	1,125,090	3,999,629	7,945,039
Public Health	-	1,540,104	-	-	3,414,841	32,903	4,987,848
Recreation & Other	293,923	1,670,575	-	32,733	-	70,412	2,067,643
Miscellaneous	57,591	31,572	-	-	-	-	89,163
Internal Service	-	-	-	-	3,387,588	-	3,387,588
Debt Service	-	343,040	712,334	2,886	-	238,443	1,296,703
	-	-	-	-	-	-	-
Total Expenditures	3,403,846	13,321,010	712,334	657,149	7,927,519	6,533,288	31,258,443
<u>Other Financing Sources (Uses)</u>							
Transfers In	685,984	1,248,403	295,917	1,044,137	487,626	-	3,762,067
Transfers Out	(2,071,227)	(1,041,204)	(637,102)	(4,284)	(8,250)	-	(3,762,067)
Proceeds from LT Debt	-	28,352	-	-	-	-	28,352
Sale of Fixed Assets	-	-	-	-	-	-	-
Property Taxes	-	-	-	-	3,078	-	3,078
Intergovernmental Revenue	-	-	-	-	683	-	683
Investment & Royalty Earn	-	-	-	-	61,841	-	61,841
Debt Service Int	-	-	-	-	(9,618)	-	(9,618)
Adjustments	(685)	18,587	-	655	(24,096)	-	(5,539)
	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	\$ (1,385,928)	\$ 254,138	\$ (341,185)	\$ 1,040,508	\$ 511,264	\$ -	\$ 78,797

OVERVIEW OF BUDGETED RESOURCES

SUMMARY OF MAJOR REVENUES, EXPENDITURES, AND OTHER FINANCING SOURCES/USES July 1, 1997 through June 30, 1998 (FY 98)

	Governmental Fund Types				Proprietary Fund Types	Fiduciary Fund Types	Total All Funds
	General	Special Revenue	Debt Service	Capital Project	Enterprise & Internal Service	Trust & Agency	
<u>Revenues</u>							
Taxes & Assessments	\$ 4,228,402	\$ 5,634,826	\$ 249,429	\$ -	\$ -	\$ 729	\$ 10,113,386
Licenses & Permits	100,603	636,563	1,692	-	-	-	738,858
Intergovernmental	656,794	2,516,900	8,517	368,342	-	-	3,550,553
Charges for Services	1,011,458	571,548	-	-	7,289,302	3,033,390	11,905,698
Fines & Forfeitures	384,970	16,013	-	-	-	-	400,983
Miscellaneous	28,620	569,104	507,904	31,271	30,392	2,890	1,170,181
Investment Earnings	458,424	216,054	65,352	8,005	33,723	230,311	1,011,869
	-	-	-	-	-	-	-
Total Revenues	6,869,271	10,161,008	832,894	407,618	7,353,417	3,267,320	28,891,528
<u>Expenditures</u>							
General Government	2,604,131	1,380,696	-	689,698	-	-	4,674,525
Public Safety	3,301,721	1,119,577	-	-	-	-	4,421,298
Public Works	-	2,871,132	-	-	1,056,144	1,760,156	5,687,432
Public Health	-	1,401,108	-	-	3,476,648	-	4,877,756
Recreation & Other	236,126	3,078,133	-	315,983	-	-	3,630,242
Miscellaneous	26,056	630,139	-	-	-	-	656,195
Internal Service	-	-	-	-	2,348,870	-	2,348,870
Debt Service	45,218	28,002	850,001	3,000	-	-	926,221
Total Expenditures	6,213,252	10,508,787	850,001	1,008,681	6,881,662	1,760,156	26,296,318
<u>Other Financing Sources (Uses)</u>							
Transfers In	296,152	311,153	-	220,404	-	-	827,709
Transfers Out	(272,316)	(569,299)	-	-	(8,250)	-	(849,865)
Proceeds from LT Debt	-	2,500	-	493,329	-	-	495,829
Sale of Fixed Assets	-	2,011	-	-	-	-	2,011
Property Taxes	-	-	-	-	38,754	-	38,754
Intergovernmental Revenue	-	-	-	-	1,561	-	1,561
Investment & Royalty Earn	-	-	-	-	-	-	-
Debt Service Int	-	-	-	-	-	-	-
Adjustments	(1,908)	(8,166)	-	500	12,531	(367,876)	(364,919)
	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	\$ 21,928	\$ (261,801)	\$ -	\$ 714,233	\$ 44,596	\$ (367,876)	\$ 151,080

Assumptions, Estimates, & Trends

Overview

Funding for services provided to Gallatin County residents come from a variety of sources. The County strives to maintain a diversified and stable revenue system that will provide shelter from short-term fluctuations in any one revenue source and ensure the ability to provide ongoing services within the confines of Montana Law. Gallatin County is heavily reliant upon the property tax levy for its general fund, public safety and road / bridge revenue, which is explained in greater detail on the following pages. The County will continue its policy of seeking alternative revenue sources to lower the tax burden for County services, charging users for specific services where feasible, and aggressively collecting all revenues due the county. Enterprise fund revenues are generated through direct fees for service. Total estimated (budgeted) revenue, regardless of the source, amounts to \$63,676,817 for FY 2008.

County revenues are divided into eight basic categories: Taxes and Assessments; Licenses and Permits; Intergovernmental Revenue; Charges for Services; Fines and Forfeitures; Miscellaneous Revenue; Investment Earnings; and Inter-fund Transfers.

Taxes and Assessments: This revenue is comprised of Taxes derived from the levy of taxes on real property and personal tangible property and Assessments – or generated by charges within districts either based on value or a unit. Examples of Real Property Tax Assessments are Rural Improvement District (RID) Maintenance fees and Fire Service Area Fees.

Licenses and Permits: Revenues derived from the issuance of local licenses and permits. The county has very few licenses and permits.

Intergovernmental Revenue: Revenues received from federal, state and other local government sources in the form of grants, shared revenues, and payments in lieu of taxes. State entitlement, grants, and PILT are examples of Intergovernmental Revenue.

Charges for Services: All revenues stemming from charges for current services—primarily revenues of Enterprise and Internal Service Funds. Examples of charges for services are solid waste disposal fees, Rest Home and charges collected by Clerk & Recorder, Planning and Zoning areas.

Fines and Forfeitures: Revenues received from fines and penalties imposed for the commission of statutory offenses, violation of lawful administrative rules and regulations, and for neglect of official duty. Examples include: court fines, wedding fees, victim witness fines and bonds forfeited.

Miscellaneous Revenue: Revenue from sources not otherwise provided in other categories. Rents and impact fees are examples of miscellaneous revenues.

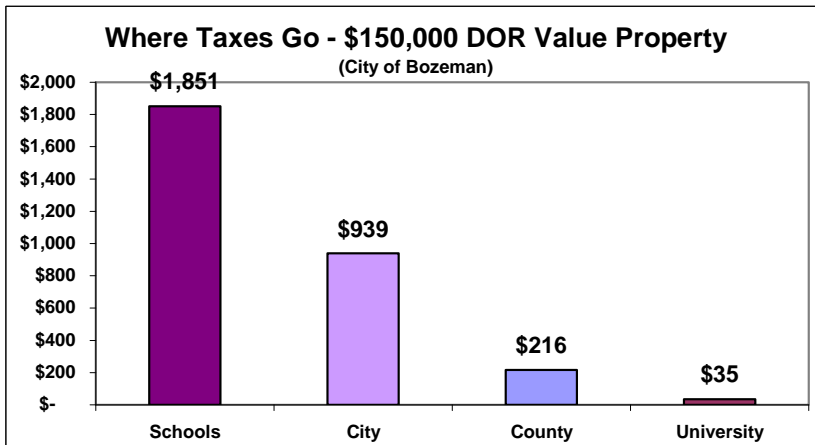
Investment Earnings: Revenue derived from the investment of available cash balances.

Interfund Transfers: Transfers between individual funds of a governmental unit that are not repayable and are not considered charges for goods or services. An example is matching funds transferred from public safety to Drug Task Force for grant match and administrative costs.

MAJOR REVENUE SOURCES

Assumptions, Estimates, & Trends

When talking about County Revenues we must state that county revenues are only 20% of revenue collected by the Treasurer. The majority of revenue is collected and used by Trust and Agency accounts. These include 16 Elementary School Districts, 6 High School Districts, 5 Cities and Towns and many state Funds.

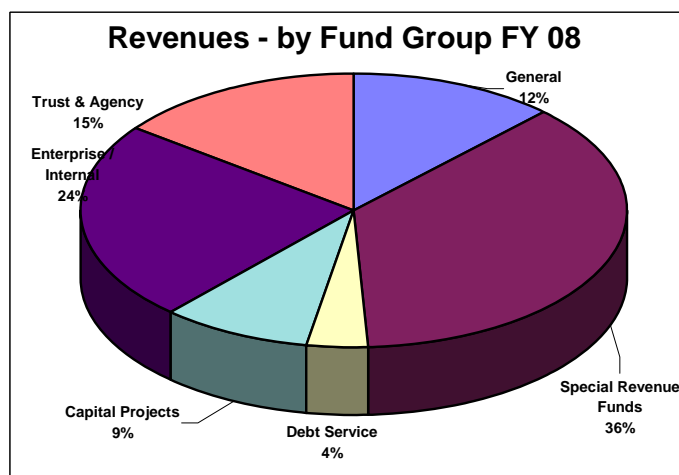
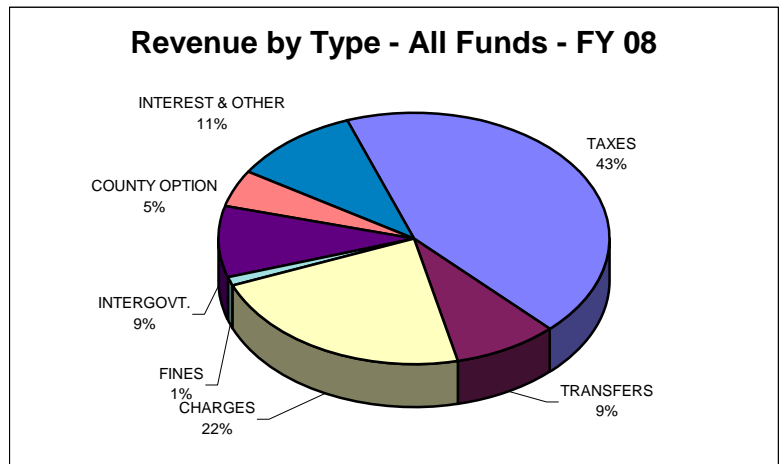


A graph of where tax money (FY 07) in FY 07 goes shows Schools received \$1,851, the City of Bozeman generated \$939, and Gallatin County collected \$216.

A similar graph for other areas would show comparable breakdowns, with schools generally receiving 72% of taxes, county 18%, cities 9% and state university 1% for the county as a whole.

Shown by the graphs below are two pie charts giving graphic overview of total county revenues—one by the Type and the other by Fund Group.

As depicted by the graph of revenues by type, taxes and assessments and charges for services are the two largest categories of county revenues for FY 08 (65% vs. 64% for FY 07 and 62% for FY 06). Interest and Other is the next largest source at 11%, compared to 11% in FY 07 and 8% in FY 06. Finally, Intergovernmental revenues account for 9% of all revenues. These four revenue types constitute 85% of all Gallatin County revenues estimated for FY 08.



The graph of Revenues by Fund Group gives the reader a look at the 'Big Picture' of county revenues. The graph on the left shows the general fund accounts for 12% of revenues, Enterprise and Internal Service Funds generate 24%, Special Revenue Funds are at 36% and Capital Projects account for 9%. These four Fund Groups generate 81% of all revenues coming into the County Funds.

Assumptions, Estimates, & Trends

Revenue Forecast Assumptions & Methodology

Forecasting, as used in the budget, refers to the methodology used in projecting future changes in revenues. It provides an estimate of revenue amounts that will be available and the resources required to meet current service levels and programs over the forecast period. The value of forecasts is in estimating whether, given assumptions about local financial policies and economic trends, the County will have sufficient resources to meet the resource requirements of ongoing, planned, or mandated programs. Forecast models have the added value of providing a planning tool for capital projects and/or whether bonded indebtedness will be required for capital funding. In short, forecasting provides an estimate of the financial flexibility of the County, as well as insight into tax, revenue, and service options the Commission must address. Our forecasting methodology reflects a combination of internal analysis and locally generated consensus forecasts covering such factors as population growth, revenue trends, and inflation. Specifically, for the revenue forecasts, we begin with models that include prior year actual collections and project the balance of the current fiscal year based on prior year patterns.

In general, we seek to match revenue sources with economic and/ or demographic variables that most directly affect year-to-year changes in those revenues. Methods to project the revenues used in the budget vary depending upon the type of revenue examined. However, the most common method used is **Trend Analysis** and especially a year-to-date approach. Examination of a variety of revenue sources on a monthly basis have revealed consistent patterns in the monthly collections. Trends are identified, along with an analysis of whether or not the trend is likely to continue. These have been good indicators of revenue collections during the course of a year and help to set a basis for future projections. Forecasting variances are analyzed and used to improve forecasting in future periods. **Expert Judgment** is a projection methodology that relies upon individual department directors and financial managers to make projections for the revenues that affect their operations.

Revenue Estimates

The National Advisory Council on State and Local Budgeting prepared a set of recommended practices relating to governmental revenue estimates. Stated below are some excerpts from their recommended practices, along with Gallatin County's revenue estimate practices.

Projection of revenues and other resources is critical in order to understand the level of funding available for services and capital acquisition. Projections for future budget periods help determine the likelihood that services can be sustained and highlight future financial issues to be addressed. Preparing revenue projections also enhances our understanding of revenue sensitivity to changes in assumptions and to controllable factors such as changes to tax rates or fees.

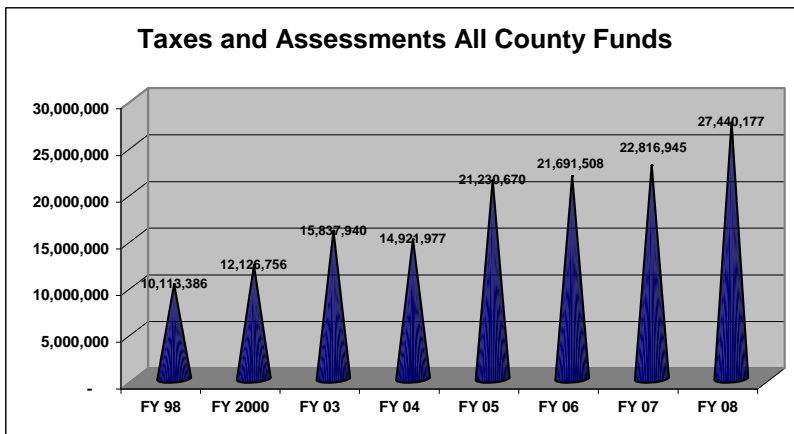
One of the key analytical tools to assist in the development of revenue estimates is the comprehensive five-year financial forecast. This forecast considers key revenue and expenditure projection factors such as population, increases in the consumer price index (CPI) and other growth factors. The trending of these key factors and their affect on revenues and expenditures for the past ten years provides a historical basis for the five-year financial forecast. The forecast was initially prepared in 2001, and is updated annually during the mid-year budget review process.

Assumptions, Estimates, & Trends

Overall, the County's practice is to budget revenues conservatively and to use as much information as possible to enhance the accuracy of revenue estimates. By identifying and utilizing as many revenue-related variables as possible in forecasting, we minimize the risks of overstating or understating revenues that could arise from using only a few variables to forecast revenues. Our approach to forecasting, in general, is to apply a conservative philosophy that will produce our long-term goal of not overstating revenues. Most estimates involve two projections: an estimate for the amount to be collected in current year based on year-to-date activity; and an estimate for the increase or decrease in receipts anticipated for a future budget year. As part of the mid-year budget review process, the revenue assumptions included in the forecast are comprehensively reexamined based on actual results for 2005-06 as well as emerging trends at the mid-point of the year.

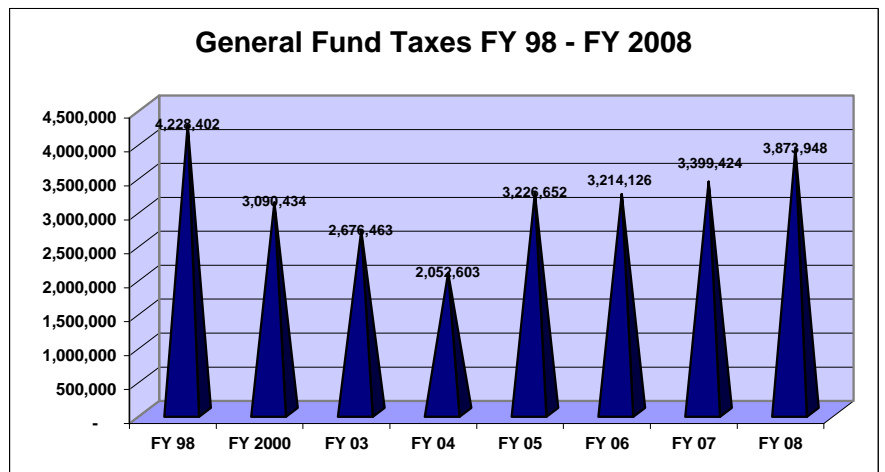
Individual revenue categories, their trends, and estimates follow. The revenue estimates that follow represent 92% of total County Revenues.

Key Revenue Estimates & Trends



Taxes and Assessments generate 43% of the County's Revenues. The graph on the left shows Taxes and Assessments for all County Funds over a 7-year period, with estimates for the current year and budgeted revenues for FY 08. The increase in revenues comes from the effects of reappraisal, new construction, voted levy increases for Open Land Bond, 9 mills for Dispatch, new taxes for fire districts and fire service areas, new rural improvement districts and taxes authorized by legislature.

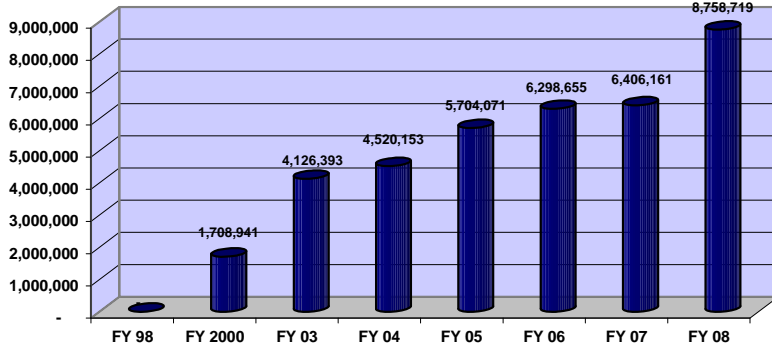
The graph on the right shows actual General Fund Taxes for a 7-year period, together with estimates for the current year and budgeted revenues for FY 08. The reduction in revenues in FY 00 began in FY 99 when the Public Safety Fund was created. This reduced the taxes generated by the General fund and created taxes in the Public Safety Fund. The General Fund is now predominately the Administrative arm of the County. The numbers include direct taxes of \$2,413,948 and M.V. Local Option tax of \$1,460,000.



MAJOR REVENUE SOURCES

Assumptions, Estimates, & Trends

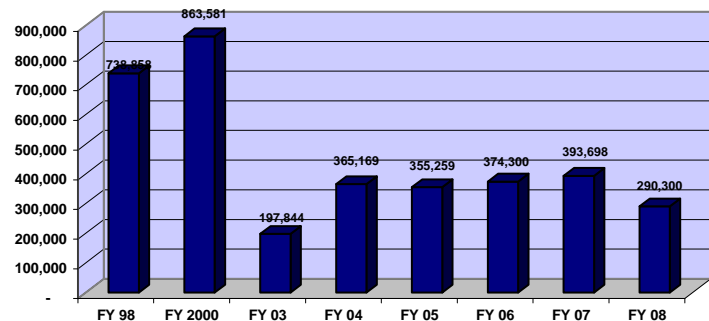
Public Safety Fund Taxes FY 98 - FY 2008



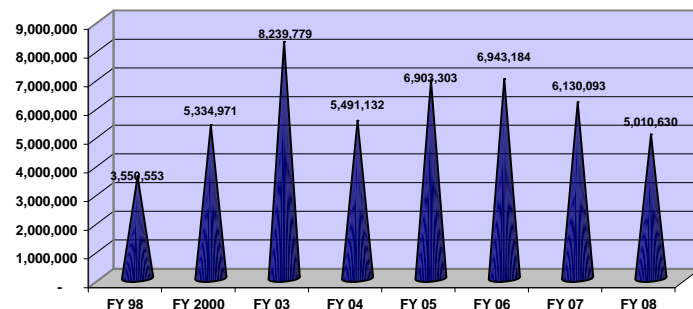
The Public Safety Fund taxes are the single largest portion for County Government. The rapid growth of taxes comes from yearly decisions by the County Commission to emphasize Public Safety with a corresponding increase in taxes. The majority of the increase comes from inflation mills and decreases in millage to other County Tax supported funds, including the elimination of the Employer Contribution Fund in FY 03. Taxes for FY 07 include a 9 mill voted 9-1-1 levy (Nov. 2007).

Licenses & Permits for all County funds are shown on the right. The decline from FY 00 reflects the State Legislatures' elimination of several revenue sources, (including Motor Vehicle Fees, Bank License taxes, Gambling Revenues and others); the lost revenue offset the state assumption of Public Assistance and District Courts. The change included the state transferring a portion of the revenue back as an Entitlement. These revenues are shown as Inter-governmental Revenues. This revenue source sees a decrease from FY 07 with the elimination of revenues from delinquent motor vehicles and gambling tables.

License & Permits



Intergovernmental Revenue



The decrease in Intergovernmental Revenues (9% of revenues) in FY 08 is directly related to a significant decrease in Grant Revenues, such as TSEP, Home, and CTEP etc. The increase in FY 2000 comes from implementation of the Big Bill (HB 124). See Comments under Licenses and Permits. The net result of this change is Gallatin County is receiving less revenue than it would have received under

the pre HB 124, since Gallatin County is a growing county with Motor Vehicle and gambling revenues increasing at an 8-10% annual rate and Entitlement growing at a 2-3% rate. However, the elimination of expenses associated with Public Assistance, District Court and Public Defenders was a positive move.

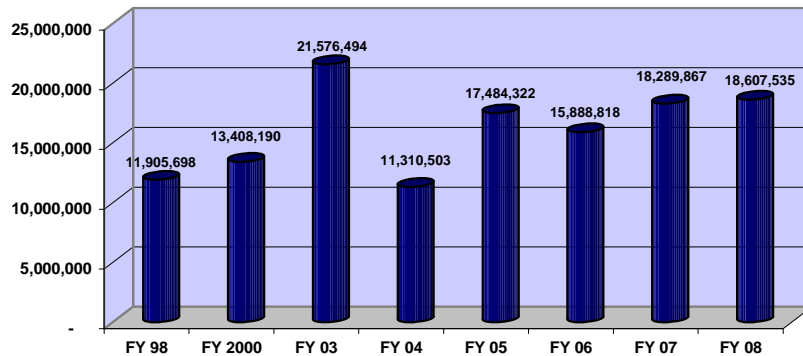
MAJOR REVENUE SOURCES

Assumptions, Estimates, & Trends

Charges for Services for all funds represents 22% of Gallatin County revenues. The largest component of

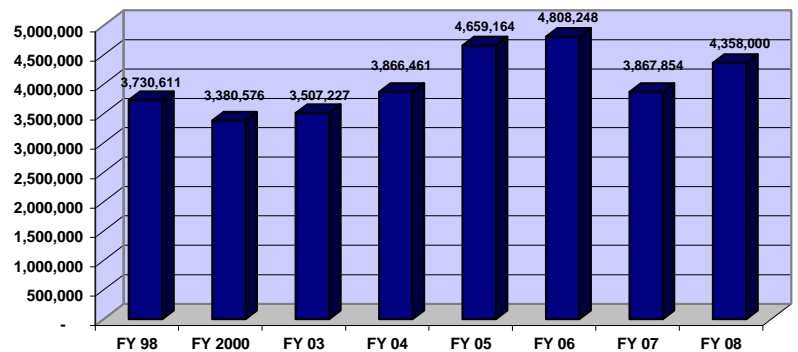
this source is charges generated by Enterprise activity. Specific graphs follow for the two largest components. Growth for the other fees is primarily based on estimated property activity including re-mortgaging, subdivision, zoning and property splits. These activities are growing at a 4% rate for the last two years.

Charges for Services - All Funds Funds

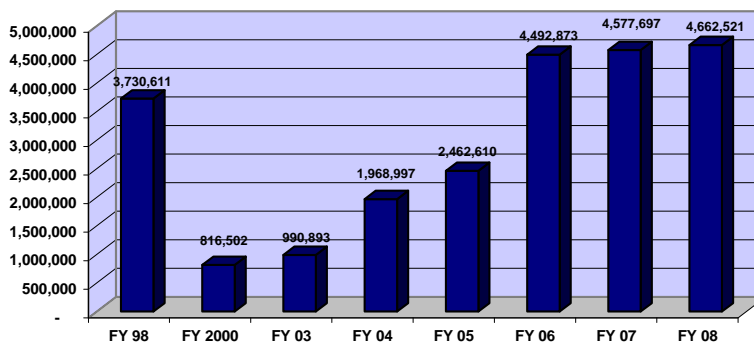


Rest Home charges for services revenues change based on increases in federal / state requirements, the per day cost rate and estimated number of beds occupied. Revenues have increased from just under \$43 million in FY 98 to a projected \$4.5 million in FY 08. Another factor involved with Rest Home revenues comes from a decrease in available certified staff that has required a reduction in available beds to maintain the "high standard of quality care" the Rest Home is known for. With unemployment rates at 1.5%, this problem will continue for most of FY 08 and revenues continue to show a reduction for FY 07 and FY 08.

Rest Home - Charges for Services



Solid Waste - Charges for Services

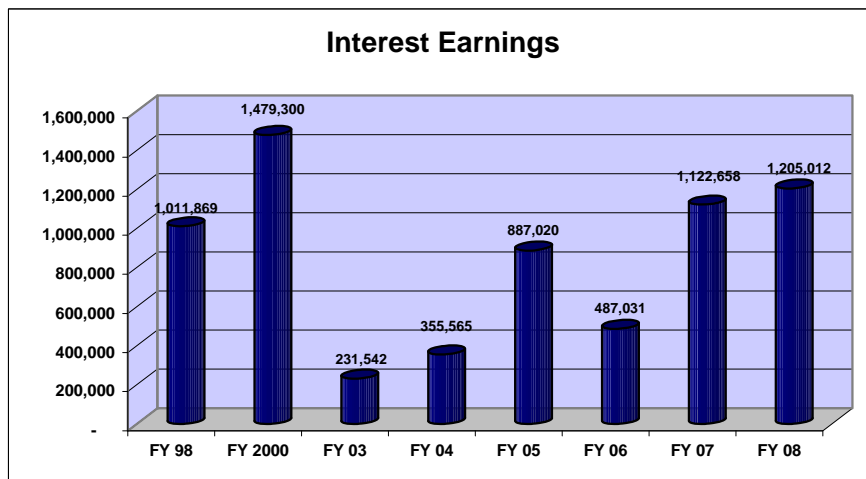
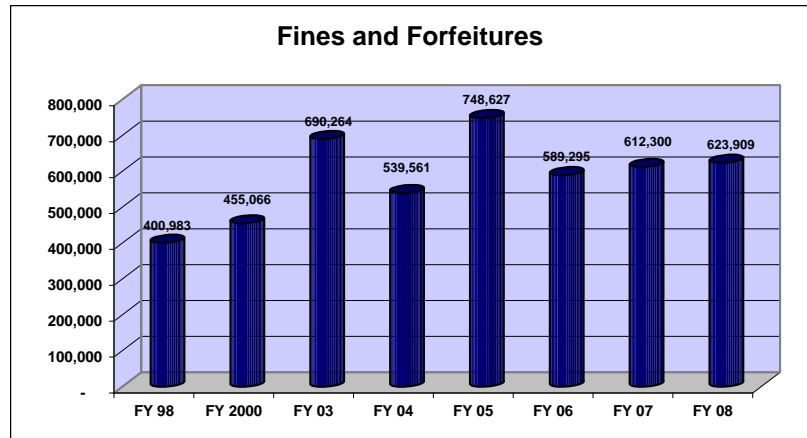


Charges for services at the Logan landfill show a steady growth for FY 06, FY 07 and continue in FY 08. This comes from the closing of the City of Bozeman landfill thereby increasing tonnage at the County landfill.

It is anticipated that the increase in tonnage fees will stay the same for users within the Gallatin County Solid Waste District.

Assumptions, Estimates, & Trends

Fines and Forfeitures – in the County, come primarily (95%) from two Justice Courts. Revenues increase and decrease based on a correlation between citations, criminal acts, felonies and bonds based on population and number of active officers (Sheriff, City Police, Town Marshall, Highway Patrol Officers and Rangers/Wardens). The graph shows the increase from \$400,000 in FY 98 to \$623,000 estimated for FY 08, indicating a 55% increase in 10 years. Another factor is doubling small claims court responsibility from \$3,500 to \$7,000, resulting in more activity in the Justice Courts.



Investment earnings reflect a combination of available cash balances together with the interest rate the county is able to obtain. As shown by the graph, investment earnings have been volatile, with sharp declines occurring in FY 03, which corresponds to the interest rates in the national economy.

Interest earnings in FY 08 are expected to approximately \$1.2 million. The County General Fund receives about ½ of the interest generated for county funds, with the Public Safety, Capital Projects and Public Works areas receiving the balance.

AUTHORIZED EXPENDITURES

Estimates, Projections and Mill Levy Information

The following shows Actual FY 05 Expenses, FY 06 Budget, FY 06 Actual and the Request through Final FY 07 Budget, for all activities in the Approved Budget.

DEPARTMENT SUMMARY LISTING FY 2008 OPERATING AND CAPITAL BUDGET							
DEPARTMENT	ACTIVITY	FY 2006 ACTUAL	FY 2007 BUDGET	FY 2007 ACTUAL	FY 2008 REQUEST	FY 2008 PREL.	FY 2008 BUDGET
ADMINISTRATOR	Personnel	134,007	121,543	119,346	149,048	159,862	160,289
	Operations	16,090	24,835	21,775	27,673	27,673	47,673
	Capital Outlay	-	9,400	9,400	2,000	-	-
	TOTAL	150,097	165,178	150,173	178,721	187,535	207,962
ASSESSOR	Personnel	-	-	-	-	-	-
	Operations	2,389	-	830	-	-	-
	Capital Outlay	-	-	-	-	-	-
	TOTAL	2,389	-	830	-	-	-
ATTORNEY	Personnel	801,875	964,577	905,927	1,162,919	1,125,342	1,176,898
	Operations	137,135	136,661	144,301	159,952	157,952	157,952
	Capital Outlay	160	-	-	2,500	2,500	2,500
	TOTAL	939,170	1,101,238	1,050,228	1,325,371	1,285,794	1,337,350
ATTORNEY - MENTAL EVALUATIONS	Personnel	-	-	-	-	-	-
	Operations	55,838	89,000	52,908	69,000	69,000	69,000
	Capital Outlay	-	-	-	-	-	-
	TOTAL	55,838	89,000	52,908	69,000	69,000	69,000
AUDITOR	Personnel	122,106	135,005	135,004	155,212	156,491	156,538
	Operations	19,520	17,359	17,562	20,300	20,300	17,683
	Capital Outlay	1,436	11,000	11,000	4,000	4,000	4,000
	TOTAL	143,062	174,364	163,566	179,512	180,791	178,221
BRIDGE	Personnel	365,128	415,037	410,718	433,679	452,923	458,637
	Operations	220,717	810,801	297,968	783,076	783,076	840,187
	Debt Service	-	-	-	-	-	-
	Capital Outlay	37,758	242,250	37,500	399,500	399,500	399,500
	TOTAL	623,603	1,468,088	746,186	1,616,255	1,635,499	1,698,324
CAPITAL PROJECTS	Personnel	-	-	-	-	-	-
	Operations	-	-	-	-	-	-
	Debt Service	-	-	-	-	-	-
	Capital Outlay	3,286,740	7,666,695	6,516,691	6,865,000	7,252,048	9,228,271
	TOTAL	3,286,740	7,666,695	6,516,691	6,865,000	7,252,048	9,228,271
CLERK AND RECORDER	Personnel	659,354	777,572	713,200	804,394	818,225	821,880
	Operations	295,693	301,450	276,799	316,799	316,799	316,799
	Capital Outlay	18,350	359,225	147,458	185,006	185,006	185,006
	TOTAL	973,397	1,797,472	1,137,457	1,306,199	1,320,030	1,323,685
CLERK OF DISTRICT COURT	Personnel	494,185	606,497	506,920	598,938	633,534	633,158
	Operations	80,748	91,081	82,092	98,264	96,264	96,264
	Jury Service	28,064	79,580	45,544	59,580	59,580	59,580
	Capital Outlay	4,000	-	-	7,430	7,430	7,430
	TOTAL	606,997	777,158	634,556	764,212	796,808	796,432
COMMISSION	Personnel	312,621	336,797	313,544	331,839	346,567	342,489
	Operations	71,705	101,073	67,975	90,350	90,350	90,350
	Debt Service	-	-	-	-	-	-
	Capital Outlay	1,971	20,090	8,987	2,000	2,000	2,000
	TOTAL	386,297	457,960	390,506	424,189	438,917	434,839
COMPLIANCE SPECIALIST	Personnel	52,256	63,137	62,159	68,876	72,600	72,600
	Operations	10,613	12,339	9,498	11,657	11,657	11,657
	Capital Outlay	-	-	424	2,000	2,000	2,000
	TOTAL	62,869	75,476	72,081	82,533	86,257	86,257
CORONER	Personnel	60,050	62,327	62,529	66,842	68,973	68,779
	Operations	40,408	46,353	41,342	57,667	57,667	57,667
	Capital Outlay	-	21,100	21,286	4,000	4,000	4,000
	TOTAL	100,458	129,780	125,157	128,509	130,640	130,446

AUTHORIZED EXPENDITURES

Estimates, Projections and Mill Levy Information

DEPARTMENT SUMMARY LISTING							
FY 2008 OPERATING AND CAPITAL BUDGET							
DEPARTMENT	ACTIVITY	FY 2006 ACTUAL	FY 2007 BUDGET	FY 2007 ACTUAL	FY 2008 REQUEST	FY 2008 PREL.	FY 2008 BUDGET
COURT SERVICES	Personnel	343,001	460,125	431,238	454,414	478,874	472,801
	Operations	292,639	387,080	576,397	427,651	487,651	487,651
	Capital Outlay	20	47,500	37,035	5,000	5,000	5,000
	TOTAL	635,660	894,705	1,044,670	887,065	971,525	965,452
DETENTION SERVICES	Personnel	1,319,164	1,531,556	1,448,389	1,512,463	1,653,293	1,654,666
	Operations	1,162,000	985,769	1,143,541	1,058,689	1,058,689	1,058,689
	Debt Service	-	-	-	-	-	-
	Capital Outlay	13,384	49,868	42,202	38,604	38,604	38,604
	TOTAL	2,494,548	2,567,193	2,634,132	2,609,756	2,750,586	2,751,959
DISASTER AND EMERGENCY SERVICES	Personnel	-	-	-	-	-	-
	Operations	97,784	96,698	101,213	102,212	97,492	97,492
	Capital Outlay	497,507	10,000	4,432	3,000	1,000	1,000
	TOTAL	595,291	106,698	105,645	105,212	98,492	98,492
DISPATCH & L. E. RECORDS	Personnel	USLY REPORTED INTERGOVERNMENTAL			1,309,364	1,389,438	1,406,206
	Operations				450,997	450,997	452,497
	Debt Service				145,000	65,000	65,000
	Capital Outlay				331,368	325,000	327,500
	TOTAL				2,236,729	2,230,435	2,251,203
DISTRICT COURT Non State Assumed	Personnel	-	25,571	27,272	-	-	-
	Operations	110,963	1,087,162	927,452	170,700	170,700	170,700
	Indigent Defense	-	-	-	-	-	-
	Capital Outlay	-	-	-	-	-	-
	TOTAL	110,963	1,112,733	954,724	170,700	170,700	170,700
EMERGENCY FUND	Personnel	-	-	-	-	-	-
	Operations	8,145	53,494	-	53,494	53,494	53,494
	Debt Service	-	-	-	-	-	-
	Capital Outlay	-	-	-	-	-	-
	TOTAL	8,145	53,494	-	53,494	53,494	53,494
EXTENSION SERVICE	Personnel	65,938	114,966	88,647	119,511	105,127	105,127
	Operations	109,391	100,575	102,015	110,699	110,699	110,699
	Debt Service	-	-	-	-	-	-
	Capital Outlay	4,408	5,000	-	5,500	2,000	2,000
	TOTAL	179,737	220,541	193,091	235,710	217,826	217,826
FAIR FUND	Personnel	395,184	469,244	425,136	487,379	482,490	471,067
	Operations	359,097	529,697	482,953	472,166	390,207	390,207
	Debt Service	84	23,540	-	-	-	540
	Capital Outlay	11,825	44,044	11,661	34,000	22,000	22,000
	TOTAL	766,190	1,066,525	919,750	993,545	894,697	883,814
FIRE MARSHAL	Personnel	-	-	-	-	-	-
	Operations	31,142	41,936	16,764	49,082	42,036	49,536
	Capital Outlay	4,380	55,000	55,000	10,000	10,000	10,000
	TOTAL	35,522	96,936	71,764	59,082	52,036	59,536
FINANCE OFFICE	Personnel	129,125	139,092	139,867	140,898	148,498	150,397
	Operations	22,598	32,589	26,109	31,470	31,470	31,470
	Capital Outlay	-	2,500	-	4,500	4,500	4,500
	TOTAL	151,723	174,181	165,976	176,868	184,468	186,367
G.I.S.	Personnel	146,204	218,872	224,745	228,106	241,311	244,899
	Operations	30,733	93,790	84,612	76,391	76,391	76,391
	Capital Outlay	2,200	9,415	-	10,615	10,615	10,615
	TOTAL	179,137	322,077	309,357	315,112	328,317	331,905

AUTHORIZED EXPENDITURES

Estimates, Projections and Mill Levy Information

DEPARTMENT SUMMARY LISTING							
FY 2008 OPERATING AND CAPITAL BUDGET							
DEPARTMENT	ACTIVITY	FY 2006 ACTUAL	FY 2007 BUDGET	FY 2007 ACTUAL	FY 2008 REQUEST	FY 2008 PREL.	FY 2008 BUDGET
GALLATIN FIELD	Personnel	275,981	284,586	300,872	298,399	296,396	297,496
SECURITY	Operations	49,126	51,632	34,618	55,776	55,776	54,676
SERVICES	Capital Outlay	31,798	41,148	41,000	67,961	41,148	22,926
	TOTAL	356,905	377,366	376,490	422,136	393,320	375,098
GRANT ADMIN	Personnel	127,227	139,490	135,149	158,103	160,228	160,228
	Operations	13,882	18,627	15,051	17,299	17,299	17,299
	Capital Outlay	-	-	-	2,000	2,000	2,000
	TOTAL	141,109	158,117	150,200	177,402	179,527	179,527
HAZ MAT	Personnel	-	-	-	-	-	-
	Operations	7,814	10,500	10,500	10,758	10,758	10,758
	Capital Outlay	3,860	30,000	-	40,000	40,000	40,000
	TOTAL	11,674	40,500	10,500	50,758	50,758	50,758
HEALTH	Personnel	134,526	176,632	169,861	145,250	152,719	153,529
ADMINISTRATION	Operations	14,893	27,796	27,119	32,187	32,187	33,099
	Debt Service	-	-	-	-	-	-
	Capital Outlay	21,064	164,723	26,365	123,587	48,218	110,941
	TOTAL	170,483	369,151	220,573	301,024	233,124	297,569
HEALTH	Personnel	337,220	389,408	370,668	394,577	421,454	426,382
HUMAN	Operations	110,431	126,337	120,854	102,676	102,676	102,676
SERVICES	Debt Service	-	-	-	-	-	-
	Capital Outlay	-	54,979	-	53,979	53,979	18,637
	TOTAL	447,651	570,724	491,442	551,232	578,109	547,695
HEALTH	Personnel	546,338	600,350	574,560	617,706	673,544	678,501
ENVIRONMENTAL	Operations	74,829	97,175	72,973	101,759	101,759	102,215
SERVICES	Debt Service	-	-	-	-	-	-
	Capital Outlay	19,571	18,800	11,300	15,500	15,500	15,500
	TOTAL	640,738	716,325	658,834	734,965	790,803	796,216
HEALTH -	Personnel	-	-	-	-	-	-
MENTAL HEALTH	Operations	149,000	271,409	268,667	239,937	215,409	215,409
	Debt Service	-	-	-	-	-	-
	Capital Outlay	-	-	-	-	-	-
	TOTAL	149,000	271,409	271,409	239,937	215,409	215,409
HUMAN	Personnel	249,364	312,520	223,905	308,999	318,497	323,130
RESOURCES	Operations	31,770	56,467	36,836	56,413	56,413	56,413
	Capital Outlay	8,721	5,000	5,000	6,000	6,000	6,000
	TOTAL	289,855	373,987	265,741	371,412	380,910	385,543
INFORMATION	Personnel	376,879	402,913	387,155	403,259	439,504	438,393
TECHNOLOGY	Operations	159,055	204,616	170,012	188,351	188,351	188,351
SERVICES	Capital Outlay	-	34,500	31,190	8,000	8,000	8,000
	TOTAL	535,934	642,029	588,357	599,610	635,855	634,744
JUSTICE COURTS	Personnel	473,601	517,720	499,052	515,854	539,132	538,534
	Operations	152,502	172,829	109,101	167,790	167,790	167,790
	Capital Outlay	28,981	25,000	-	21,000	21,000	21,000
	TOTAL	655,084	715,549	608,153	704,644	727,922	727,324
JOINT DISPATCH	Operations	786,575	826,522	826,522	-	-	-
LIBRARY	Personnel	-	-	-	-	-	-
FUND	Operations	601,722	627,541	626,046	652,557	652,557	652,557
	Debt Service	62,153	119,863	120,943	38,577	38,577	80,533
	Capital Outlay	-	-	-	-	-	-
	TOTAL	663,875	747,404	746,989	691,134	691,134	733,090

AUTHORIZED EXPENDITURES

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DEPARTMENT SUMMARY LISTING FY 2008 OPERATING AND CAPITAL BUDGET							
DEPARTMENT	ACTIVITY	FY 2006 ACTUAL	FY 2007 BUDGET	FY 2007 ACTUAL	FY 2008 REQUEST	FY 2008 PREL.	FY 2008 BUDGET
MISCELLANEOUS GENERAL FUND	Personnel	(254)	34,631	2,913	23,087	23,204	23,204
	Operations	56,063	538,535	102,772	426,978	416,978	421,283
	Debt Service	-	-	-	-	-	67,501
	Capital Outlay	-	7,000	-	-	-	-
	TOTAL	55,809	580,165	105,685	450,065	440,182	511,988
NOXIOUS WEED CONTROL	Personnel	178,397	221,968	203,474	249,600	273,855	274,403
	Operations	70,266	96,182	92,417	131,887	105,482	120,482
	Debt Service	-	-	-	-	-	-
	Capital Outlay	20	35,400	23,614	85,000	40,000	40,000
	TOTAL	248,683	353,550	319,505	466,487	419,337	434,885
PERMISSIVE MEDICAL LEVY	Personnel	703,416	1,076,229	1,076,229	1,076,229	1,076,229	1,076,229
	Operations	-	-	-	-	-	-
	Debt Service	-	-	-	-	-	-
	Capital Outlay	-	-	-	-	-	-
	TOTAL	703,416	1,076,229	1,076,229	1,076,229	1,076,229	1,076,229
PLANNING OFFICE	Personnel	460,426	542,136	471,011	552,578	567,801	575,286
	Operations	92,594	102,571	104,114	119,811	119,811	123,261
	Capital Outlay	6,471	17,500	1,967	6,000	6,000	6,000
	TOTAL	559,491	662,207	577,092	678,389	693,612	704,547
PUBLIC ADMINISTRATOR	Personnel	-	-	-	-	-	-
	Operations	292	750	28	-	-	-
	Capital Outlay	-	-	-	-	-	-
	TOTAL	292	750	28	-	-	-
PUBLIC ASSISTANCE	Personnel	-	-	-	-	-	-
	Operations	30,996	5,586	5,586	5,586	5,586	79
	Debt Service	-	-	-	-	-	-
	Capital Outlay	-	-	-	-	-	-
	TOTAL	30,996	5,586	5,586	5,586	5,586	79
PUBLIC DEFENDERS	Personnel	580,066	-	-	-	-	-
	Operations	191,928	-	-	-	-	34
	Indigent Defense	-	-	-	-	-	-
	Capital Outlay	-	-	-	-	-	-
	TOTAL	771,994	-	-	-	-	34
RECRUIT & RETAIN	Personnel	-	-	-	-	-	-
	Operations	1,739	1,875	1,459	8,040	5,000	5,000
	Capital Outlay	-	-	-	6,000	-	-
	TOTAL	1,739	1,875	1,459	14,040	5,000	5,000
REST HOME	Personnel	2,961,245	3,858,757	3,046,903	3,569,778	3,608,850	3,661,046
	Operations	1,679,734	1,528,326	1,447,558	1,322,642	1,322,642	1,322,642
	Refunds	-	-	-	-	-	-
	Capital Outlay	105,596	897,437	366,006	940,534	741,368	668,049
	TOTAL	4,746,575	6,284,520	4,792,840	5,832,954	5,672,860	5,651,737
ROAD ADMINISTRATION	Personnel	92,558	121,024	122,041	-	-	-
	Operations	62,429	68,250	53,575	-	-	-
	Debt Service	-	-	-	-	-	-
	Capital Outlay	3,942	135,030	2,500	-	-	-
	TOTAL	158,929	324,304	178,116	-	-	-
ROAD CONSTRUCTION & MAINTENANCE	Personnel	1,234,263	1,348,402	1,332,637	1,526,214	1,585,515	1,623,042
	Operations	926,090	1,134,813	750,200	1,255,776	1,255,776	1,148,211
	Debt Service	21,359	21,360	21,360	21,360	21,360	21,360
	Capital Outlay	170,376	806,860	317,000	735,000	735,000	735,000
	TOTAL	2,352,088	3,311,435	2,421,197	3,538,350	3,597,651	3,527,613

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DEPARTMENT	ACTIVITY	FY 2006 ACTUAL	FY 2007 BUDGET	FY 2007 ACTUAL	FY 2008 REQUEST	FY 2008 PREL.	FY 2008 BUDGET
SEARCH AND RESCUE	Personnel	10,700	9,400	14,981	10,700	10,700	10,700
	Operations	78,127	95,328	69,773	98,782	98,782	106,282
	Debt Service	-	-	-	-	-	-
	Capital Outlay	36,426	16,163	9,630	23,750	23,750	31,250
	TOTAL	125,253	120,891	91,144	133,232	133,232	148,232
SENIOR CITIZENS	Personnel	-	-	-	-	-	-
	Operations	166,635	193,858	192,076	237,110	213,110	217,110
	Debt Service	-	-	-	-	-	-
	Capital Outlay	-	-	-	-	-	-
	TOTAL	167,435	193,858	192,858	237,110	213,110	217,110
SHERIFF	Personnel	2,812,953	3,241,956	3,041,974	3,478,712	3,411,053	3,416,336
	Operations	959,703	1,057,977	1,028,827	1,204,931	1,061,763	1,081,763
	Debt Service	-	-	-	-	-	-
	Capital Outlay	262,648	417,400	368,400	566,397	435,300	435,300
	TOTAL	4,035,304	4,717,333	4,439,201	5,250,040	4,908,116	4,933,399
SUPERINTENDENT OF SCHOOLS	Personnel	118,878	129,453	123,832	128,442	134,133	134,665
	Operations	24,661	29,344	24,896	47,985	32,639	31,839
	Capital Outlay	-	3,300	3,016	2,000	17,000	17,000
	TOTAL	143,539	162,097	151,744	178,427	183,772	183,504
TAX APPEAL BOARD	Personnel	-	-	-	-	-	-
	Operations	8	500	2	-	-	-
	Capital Outlay	-	-	-	-	-	-
	TOTAL	8	500	2	-	-	-
THREE FORKS AIRPORT	Personnel	4,249	18,214	6,013	9,000	9,000	21,877
	Operations	31,917	23,077	36,266	27,179	27,176	27,176
	Debt Service	-	6,343	-	5,912	5,912	5,912
	Capital Outlay	379,250	562,350	-	16,000	38,000	27,323
	TOTAL	415,416	609,984	42,279	58,091	80,088	82,288
TREASURER	Personnel	657,271	716,784	693,549	718,887	756,066	756,667
	Operations	173,691	177,458	189,725	189,343	189,343	189,343
	Debt Service	-	-	-	-	-	-
	Capital Outlay	5,850	12,500	1,699	19,500	19,500	19,500
	TOTAL	836,812	906,742	884,973	927,730	964,909	965,510
TOTAL COUNTY OPERATING FUNDS WITH MILLAGE	<i>Personnel</i>	17,735,502	21,407,394	18,839,838	22,209,256	22,791,427	22,986,082
	<i>Operations</i>	9,873,820	13,487,844	10,924,690	11,399,422	11,115,207	11,139,386
	<i>Debt Service</i>	111,660	164,763	142,303	210,849	130,849	240,845
	<i>Capital Outlay</i>	4,968,713	11,807,377	8,168,158	10,654,231	10,568,966	12,480,352
	TOTAL	32,689,695	46,867,378	38,074,989	44,473,758	44,606,449	46,846,665
BOND FUNDS	RID Revl'ng	3,092	550,110	4,000	609,748	609,748	606,430
	Detention Cente	975	10	130	10	10	25
	Rest Home	132,135	132,210	132,135	127,025	127,025	127,025
	Open Space	570,110	1,065,330	1,065,330	941,429	941,429	941,429
	TOTAL	706,312	1,747,660	1,201,595	1,678,212	1,678,212	1,674,909
TOTAL ALL COUNTY FUNDS LEVYING MILLAGE	<i>Personnel</i>	17,735,502	21,407,394	18,839,838	22,209,256	22,791,427	22,986,082
	<i>Operations</i>	9,873,820	13,487,844	10,924,690	11,399,422	11,115,207	11,139,386
	<i>Debt Service</i>	817,972	1,912,423	1,343,898	1,889,061	1,809,061	1,915,754
	<i>Capital Outlay</i>	4,968,713	11,807,377	8,168,158	10,654,231	10,568,966	12,480,352
	TOTAL	33,396,007	48,615,038	39,276,585	46,151,970	46,284,661	48,521,574

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DEPARTMENT	ACTIVITY	FY 2006 ACTUAL	FY 2007 BUDGET	FY 2007 ACTUAL	FY 2008 REQUEST	FY 2008 PREL.	FY 2008 BUDGET
OPEN LANDS BOARD	Personnel	62,647	71,067	85,449	74,184	78,018	78,018
	Operations	21,424	412,691	20,357	465,533	461,699	438,625
	Debt Service	-	-	-	-	-	-
	Capital Outlay	2,722	2,375	2,375	-	-	-
	TOTAL	86,793	486,133	108,181	539,717	539,717	516,643
SCHOOL NURSING	Personnel	28,049	29,331	17,049	12,662	12,649	12,944
	Operations	6,522	8,760	8,000	6,188	6,201	6,188
	Debt Service	-	-	-	-	-	-
	Capital Outlay	1,959	5,500	-	11,281	11,281	13,122
	TOTAL	36,530	43,591	25,049	30,131	30,131	32,254
LWQD	Personnel	132,651	184,739	169,907	204,557	212,825	213,636
	Operations	79,867	218,420	95,579	215,852	215,852	201,631
	Debt Service	-	-	-	-	-	-
	Capital Outlay	-	85,000	10,000	56,000	56,000	56,000
	TOTAL	212,518	488,159	275,486	476,409	484,677	471,267
JUNK VEHICLE	Personnel	74,170	82,329	80,635	84,703	87,337	88,797
	Operations	24,298	22,327	24,021	40,611	37,977	36,517
	Debt Service	-	-	-	-	-	-
	Capital Outlay	-	-	-	-	-	-
	TOTAL	98,468	104,656	122,417	125,314	125,314	125,314
STATE FUND 911	Personnel	-	-	-	-	-	-
	Operations	235,997	257,530	262,737	35,776	300,131	300,131
	Debt Service	-	-	-	-	-	-
	Capital Outlay	15,268	178,924	-	400,000	178,915	222,640
	TOTAL	251,265	436,454	262,737	435,776	479,046	522,771
PAYMENT IN LIEU OF TAXES	Personnel	-	-	-	-	-	-
	Operations	731,776	528,622	471,849	383,000	383,000	477,500
	Debt Service	37,582	817,190	444,149	925,113	925,113	918,684
	Capital Outlay	126,196	413,881	241,382	270,312	273,577	462,909
	TOTAL	895,554	1,759,693	1,157,380	1,578,425	1,581,690	1,859,093
FREEDOM FROM FEAR	Personnel	71,211	66,921	66,921	66,992	72,415	72,753
	Operations	10,470	16,886	16,042	19,928	14,505	14,505
	Debt Service	-	-	-	-	-	-
	Capital Outlay	-	-	-	-	-	-
	TOTAL	81,681	83,807	82,963	86,920	86,920	87,258
VICTIM WITNESS	Personnel	93,726	98,881	121,743	97,532	104,189	104,779
	Operations	25,948	26,947	25,600	29,750	29,750	29,750
	Debt Service	-	-	-	-	-	-
	Capital Outlay	-	38,555	5,000	41,999	35,342	46,429
	TOTAL	119,674	164,383	152,343	169,281	169,281	180,958
DUI TASK FORCE	Personnel	15,174	19,835	22,220	21,196	21,192	21,192
	Operations	32,419	48,173	23,061	26,950	26,954	58,437
	Debt Service	-	-	-	-	-	-
	Capital Outlay	-	-	-	-	-	-
	TOTAL	47,593	68,008	45,281	48,146	48,146	79,629
BREAST AND CERVICAL	Personnel	55,852	50,499	46,986	37,297	37,899	38,274
	Operations	21,166	36,020	44,242	59,726	59,124	34,144
	Debt Service	-	-	-	-	-	-
	Capital Outlay	1,959	12,408	-	-	-	48,452
	TOTAL	78,977	98,927	91,228	97,023	97,023	120,870

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DEPARTMENT	ACTIVITY	FY 2006 ACTUAL	FY 2007 BUDGET	FY 2007 ACTUAL	FY 2008 REQUEST	FY 2008 PREL.	FY 2008 BUDGET
PHEP/BT	Personnel	112,374	130,644	123,921	110,437	112,744	113,702
	Operations	23,355	43,643	25,196	39,053	36,746	39,839
	Debt Service	-	-	-	-	-	-
	Capital Outlay	-	34,639	30,000	8,055	8,055	5,522
	TOTAL	135,729	208,926	179,117	157,545	157,545	159,063
WIC	Personnel	145,794	160,262	150,617	152,757	155,287	155,218
	Operations	35,850	32,032	35,983	30,920	28,390	35,072
	Debt Service	-	-	-	-	-	-
	Capital Outlay	-	-	-	-	-	3,622
	TOTAL	181,644	192,294	186,600	183,677	183,677	193,912
MCH	Personnel	165,980	170,142	159,350	180,429	184,397	190,679
	Operations	58,223	88,769	89,536	75,937	71,969	75,937
	Debt Service	-	-	-	-	-	-
	Capital Outlay	1,959	66,373	30,000	24,144	24,144	26,650
	TOTAL	226,162	325,284	278,886	280,510	280,510	293,266
COMMUNICABLE DISEASE	Personnel	96,372	91,163	63,414	80,328	131,854	135,787
	Operations	172,990	192,141	174,072	236,327	184,801	241,193
	Debt Service	-	-	-	-	-	-
	Capital Outlay	10,000	132,500	35,000	157,028	157,028	131,027
	TOTAL	279,362	415,804	272,486	473,683	473,683	508,007
DRUG ENFORCEMENT	Personnel	173,638	191,292	145,790	191,878	199,271	198,989
	Operations	301,972	299,592	347,512	300,691	300,691	391,099
	Debt Service	-	-	-	-	-	-
	Capital Outlay	-	-	-	-	-	-
	TOTAL	475,610	490,884	493,302	492,569	499,962	590,088
Other Grants Misc. Funds	Personnel	-	-	-	-	-	-
	Operations	542,979	1,222,123	951,200	2,142,192	2,175,172	2,105,438
	Debt Service	-	-	-	-	-	-
	Capital Outlay	701,714	1,979,001	1,484,000	1,979,001	1,797,020	1,797,020
	TOTAL	1,244,693	3,201,124	2,435,200	4,121,193	3,972,192	3,902,458
TOTAL - Grants Misc. Funds	Personnel	1,227,638	1,347,104	1,273,690	1,314,952	1,410,076	1,424,767
	Operations	2,325,256	3,454,677	2,613,059	4,108,434	4,332,963	4,486,006
	Debt Service	37,582	817,190	444,149	925,113	925,113	918,684
	Capital Outlay	861,777	2,949,156	1,837,757	2,947,820	2,541,362	2,813,393
	TOTAL	4,452,253	8,568,127	6,168,656	9,296,319	9,209,513	9,642,850
LOGAN LANDFILL	Personnel	433,029	565,203	788,270	756,625	800,908	791,833
	Operations	1,213,324	1,758,785	1,888,584	3,312,757	3,312,757	1,707,235
	Debt Service	214,949	223,400	277,862	714,500	855,367	836,778
	Capital Outlay	33,652	2,432,512	2,000,000	1,502,625	1,379,860	3,635,000
	TOTAL	1,894,954	4,979,900	4,954,716	6,286,507	6,348,892	6,970,846
WY COMPOST FACILITY	Personnel	137,883	162,923	177,024	162,700	171,795	172,194
	Operations	605,861	542,753	515,616	598,765	589,670	589,670
	Debt Service	310,675	311,314	310,675	311,214	311,214	311,214
	Capital Outlay	4,250	705,465	352,733	22,000	22,000	693,415
	TOTAL	1,058,669	1,722,455	1,356,047	1,094,679	1,094,679	1,766,493

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FY 2008 OPERATING AND CAPITAL BUDGET							
DEPARTMENT	ACTIVITY	FY 2006 ACTUAL	FY 2007 BUDGET	FY 2007 ACTUAL	FY 2008 REQUEST	FY 2008 PREL.	FY 2008 BUDGET
FACILITIES	Personnel	188,199	198,224	195,852	196,147	206,831	211,911
	Operations	955,184	1,090,397	917,784	1,175,455	1,164,771	1,164,771
	Debt Service	5,796	-	-	-	-	-
	Capital Outlay	8,511	11,806	11,806	21,390	-	-
	TOTAL	1,157,690	1,300,427	1,125,442	1,392,992	1,371,602	1,376,682
911 DISPATCH	Personnel	1,153,199	1,313,717	1,177,465	Now In Public Safety Fund		
	Operations	160,174	203,297	365,406			
	Debt Service	162,914	-	162			
	Capital Outlay	-	245,010	100,000			
	TOTAL	1,476,287	1,762,024	1,643,033			
Other Interdepartmental Funds	Personnel	3,158,017	3,176,000	3,853,104	3,321,000	3,453,840	3,453,840
	Operations	655,538	858,592	815,600	950,600	839,150	1,123,589
	Debt Service	-	-	-	-	-	-
	Capital Outlay	760,420	298,105	250,000	67,654	67,654	67,654
	TOTAL	4,573,975	4,332,697	4,918,704	4,339,254	4,360,644	4,645,083
Interdepartmental Funds	Personnel	5,070,327	5,416,067	6,191,715	4,436,472	4,633,374	4,629,778
	Operations	3,590,081	4,453,824	4,502,990	6,058,967	5,906,348	4,585,265
	Debt Service	694,334	534,714	588,699	1,025,714	1,166,581	1,147,992
	Capital Outlay	806,833	3,692,898	2,714,539	1,592,279	1,469,514	4,396,069
	TOTAL	10,161,575	14,097,503	13,997,942	13,113,432	13,175,817	14,759,104
Fire Districts / Service Areas							
Central Valley	Personnel	468,779	774,971	751,700	959,255	959,255	959,255
	Operations	551,842	652,236	554,400	811,179	811,179	793,604
	Debt Service	161,701	-	-	-	-	-
	Capital Outlay	258,761	185,000	138,750	981,943	981,943	981,943
	TOTAL	1,441,083	1,612,207	1,444,850	2,752,377	2,752,377	2,734,802
Gallatin Canyon Fire	Personnel	410,592	932,000	792,200	978,600	48,930	902,000
	Operations	279,180	359,500	341,300	377,475	18,874	861,255
	Debt Service	-	-	-	-	-	-
	Capital Outlay	387,327	910,000	445,220	947,925	2,236,196	667,000
	TOTAL	1,077,099	2,201,500	1,578,720	2,304,000	2,304,000	2,430,255
Gallatin River Ranch	Personnel	8,835	28,815	28,000	30,256	1,513	30,000
	Operations	45,167	38,900	38,500	40,845	2,042	37,636
	Debt Service	-	22,000	22,000	22,000	-	-
	Capital Outlay	9,155	30,000	21,000	18,199	107,745	15,000
	TOTAL	63,157	119,715	109,500	111,300	111,300	82,636
Other Fire Dist/Areas	Personnel	24,696	33,500	25,800	33,500	33,500	67,600
	Operations	717,082	997,206	747,900	1,027,122	1,633,371	1,880,303
	Debt Service	153,406	332,349	299,100	309,085	309,085	230,392
	Capital Outlay	719,850	1,459,724	958,000	872,930	872,930	1,426,408
	TOTAL	1,552,086	2,822,779	2,030,800	2,242,637	2,848,886	3,604,703
TOTAL FIRE	Personnel	912,902	1,769,286	1,597,700	2,001,611	1,043,198	1,958,855
	Operations	1,593,271	2,047,842	1,682,100	2,256,621	2,465,466	3,572,798
	Debt Service	315,107	354,349	321,100	331,085	309,085	230,392
	Capital Outlay	1,375,093	2,584,724	1,562,970	2,820,997	4,198,814	3,090,351
	TOTAL	4,196,373	6,756,201	5,163,870	7,410,314	8,016,563	8,852,396
Mosquito Control	Personnel	7,252	7,600	7,252	8,000	8,000	8,000
	Operations	9,471	74,753	15,303	35,500	35,500	137,656
	Debt Service	-	-	-	-	-	-
	Capital Outlay	5,600	7,000	7,000	4,500	4,500	4,500
	TOTAL	22,323	89,353	29,555	48,000	48,000	150,156

AUTHORIZED EXPENDITURES

Estimates, Projections and Mill Levy Information

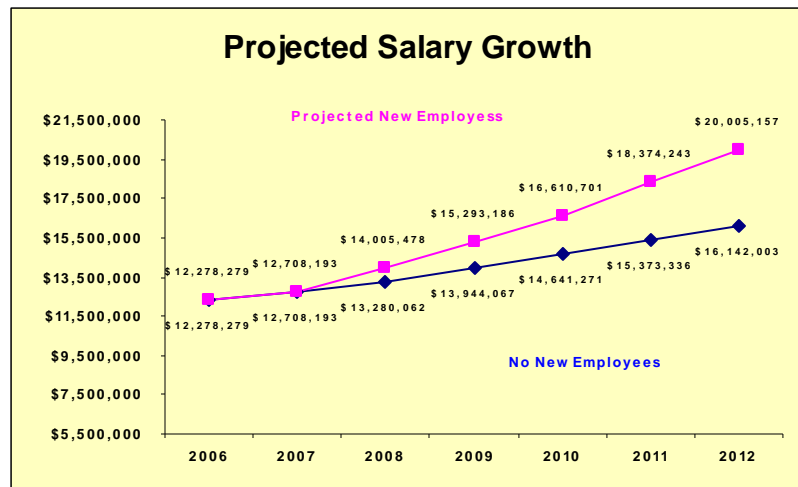
DEPARTMENT SUMMARY LISTING FY 2008 OPERATING AND CAPITAL BUDGET							
DEPARTMENT	ACTIVITY	FY 2006 ACTUAL	FY 2007 BUDGET	FY 2007 ACTUAL	FY 2008 REQUEST	FY 2008 PREL.	FY 2008 BUDGET
Conservation District	Personnel	58,500	115,100	88,500	118,553	118,553	118,553
	Operations	18,000	173,882	56,178	170,079	166,523	335,114
	Debt Service	-	-	-	-	-	-
	Capital Outlay	-	41,248	28,500	41,248	41,248	41,248
	TOTAL	76,500	330,230	173,178	329,880	329,880	494,915
Cemetery Districts	Personnel	38,500	50,100	40,000	52,605	52,605	52,605
	Operations	32,770	44,317	34,400	45,647	45,647	120,940
	Debt Service	-	-	-	-	-	-
	Capital Outlay	10,000	34,621	21,500	1,165	1,165	1,165
	TOTAL	81,270	129,038	95,900	99,417	99,417	174,711
Water & Sewer Districts	Personnel	-	-	-	-	-	-
	Operations	407,385	29,250	63,261	30,800	30,800	30,800
	Debt Service	-	255,872	191,900	770,515	770,515	1,348,464
	Capital Outlay	-	18,678	14,000	11,650	11,650	11,650
	TOTAL	407,385	303,800	269,161	812,965	812,965	1,390,914
Other Spec. Districts	Personnel	6,174	100,432	65,200	102,441	102,441	102,441
	Operations	704,613	1,759,319	1,143,500	226,674	1,374,297	1,522,907
	Debt Service	25,740	-	-	-	-	-
	Capital Outlay	6,880	283,233	141,600	141,617	141,617	141,617
	TOTAL	743,407	2,142,984	1,350,300	470,731	1,618,354	1,766,964
Special Districts	Personnel	110,426	273,232	200,952	281,599	166,602	281,599
	Operations	1,172,239	2,081,521	1,312,642	508,700	1,812,567	2,147,417
	Debt Service	25,740	255,872	191,900	770,515	770,515	1,348,464
	Capital Outlay	22,480	384,780	212,600	200,180	158,932	200,180
	TOTAL	1,330,885	2,995,405	1,918,094	1,760,993	2,908,616	3,977,660
Capital Projects - Building Reserve		2,113,069	5,145,532	3,860,000	4,252,335	4,252,335	5,126,251
RID Maintenance		600,901	3,447,960	750,150	3,701,604	3,831,847	3,858,436
RID Bond		1,320,951	2,045,478	1,320,000	2,026,921	1,978,005	1,905,531
		4,034,921	10,638,970	5,930,150	9,980,860	10,062,187	10,890,218
Personnel		25,056,795	30,213,083	28,103,896	30,243,890	30,044,677	31,281,081
Operations		19,155,568	28,973,669	21,785,631	28,033,747	29,464,398	29,789,308
Debt		3,211,686	5,920,026	4,209,746	6,968,409	6,958,360	7,466,816
Capital		10,147,965	26,564,467	18,356,023	22,467,842	23,189,923	28,106,596
TOTAL EXPENSES		57,572,014	91,671,245	72,455,297	87,713,888	89,657,358	96,643,801

Estimates, Projections and Mill Levy Information

The County Finance Office on a yearly bases prepares the Financial Trend Analysis and Financial Forecast Report. This report uses information available at the mid-year point of the Fiscal Year (December 31st). The Analysis, Assumptions and Trends identified in Report are being used to show the projected changes in Expenditures, Revenues, and Working Capital.

The information at right shows projected growth in wages and salaries based on the FY 08 Budget, for Funds Levying Taxes. The graph is for tax-supported positions only and does not include the Rest Home, Solid Waste Districts, Grants or other non-tax supported positions. The major increase in FY 2011 anticipates the county bringing a new Detention Center on-line.

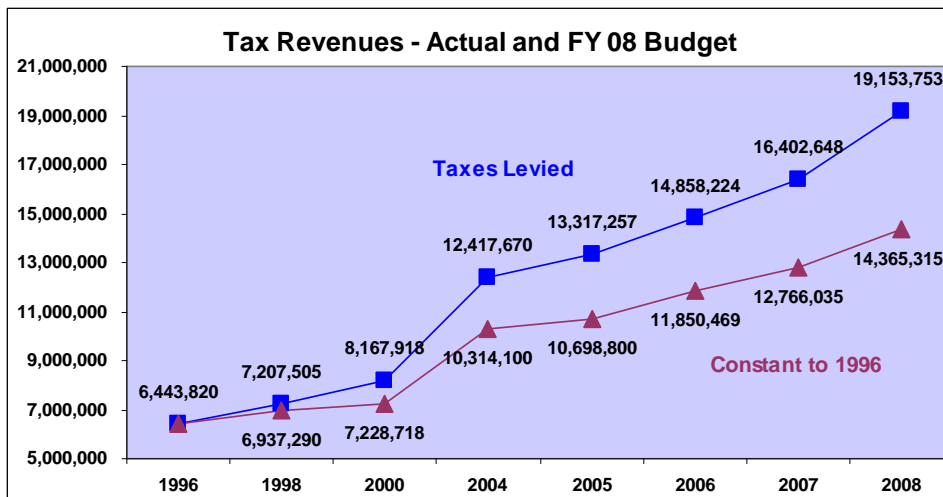
The 'No New Employees' projects the amount the County will need to meet current staffing levels. The 'Projected New Employees' takes into consideration historical increases in staffing patterns.



The next area that will be looked at is the County's Mill Levy and Valuations. The graph that follows shows the amount of taxes being levied by the county to support County Wide mills and Rural Mills. The graph

does not include special districts, rural improvement districts or other unique taxing authorities.

The Constant dollar uses 1996 as the base year. During this time (1996-2007) the County population has grown from 60,157 to an estimated 83,356 (38.56%). The County has also seen a 3.5 Mill Voted increase in taxes for the Library, two \$10 Million Open Space Bond



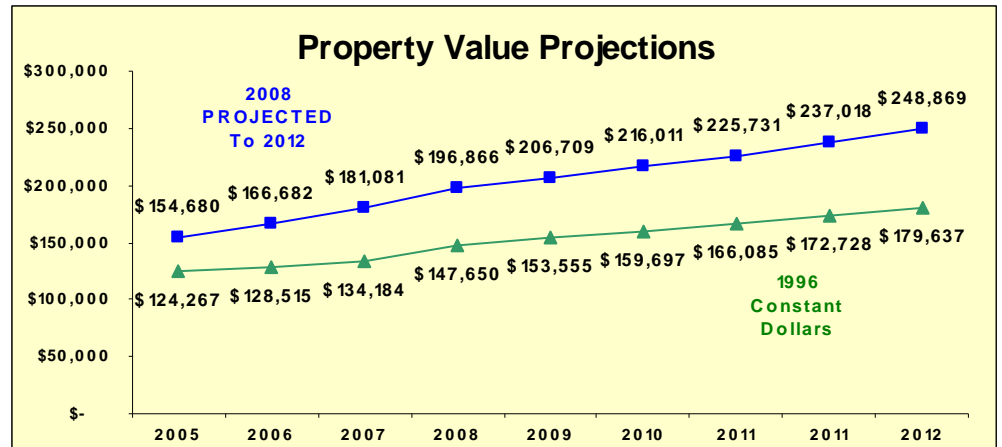
approved and two reappraisals. County taxable valuations have grown from \$101,560 per mill in FY 1996 to \$196,866 a 93.84% increase.

Estimates, Projections and Mill Levy Information

Market and Taxable Value History:

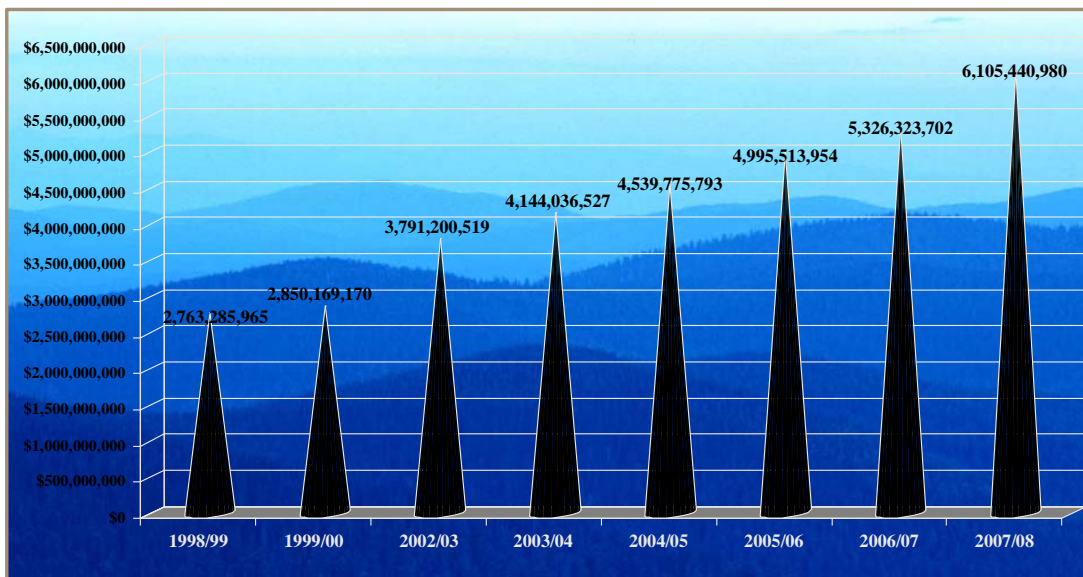
The FY 04 –FY 07 numbers shown in the graph to the right are actual numbers. The FY 2008 through FY 2012 are projections. The growth rate is a conservative 4% to 5%.

As can be seen the actual growth rate has been 7% to 12%, with the FY 08 rate being 8.7%, slightly up from FY 07.



The average selling price for a single-family home has increased from \$158,000 in 2003 (reappraisal year) to an estimated \$275,000 in 2007. The next reappraisal is scheduled for 2009. This Reappraisal should dramatically increase valuations from the 2003 amounts. However, the state legislature historically adjusts the taxable ratio so taxpayers will not see an increase in taxes. The exception to this comes from those properties growing at a greater percentage than the state average. In 2003 Gallatin County's Market Valuation grew at a 36% rate versus the state average of 26%. This could have resulted in a 10% increase in revenues. However, the state implemented a six-year implementation of the new valuations so the county is seeing an increase of 1.7% per year.

The next graph shows the change in the certified market valuation as determined by the State of Montana Department of Revenue. As can be seen, this graph shows a growth rate of 26% from FY 04 through FY



07. The growth factor since the 1998 Tax year is 88.98% or 12.71% per year. Growth in Property Values during the same time were 50.50% or 8.42% per year (a 4.29% reduction from legislative actions).

Estimates, Projections and Mill Levy Information

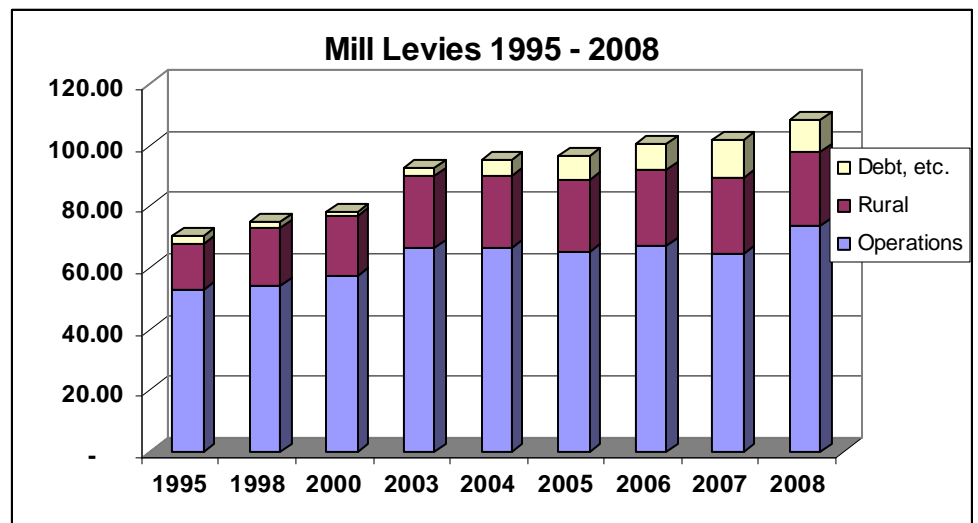
Mill Levy History:

Gallatin County has seen significant changes in mill levies. Changes occurred because of :

- Legislative changes
 - Loss of revenue caused by legislative action was allowed to be corrected through increase in taxes,
 - Inflationary mill levy of $\frac{1}{2}$ the three year average of Economic Growth for the State of Montana as a whole.
 - Authorization for Mill Levy if Health Insurance Premiums increase.
- Voted Mill Levy increases for Library
- Two General Obligation Bonds approved for Open Space Activities (\$20 Million)

The graph to the right shows the number of mills levied for Operating Funds (County Wide Mills), Rural Funds (Taxes levied outside the boundaries of incorporated cities and towns) and Debt Service/Permissive Medical Levies.

Mill Levies have increased from 70.68 in FY 1995 to the 108.35 for the FY 2008 Budget.



The Final Budget shows an increase of 6.65 Mills for the Dispatch voted levy and decreases for Debt Service required by Bond Payment Schedules, based on Final decisions by the County Commission. The Commission has decided to not levy \$732,065 in taxes for Operations and \$65,469 for Rural taxes. This includes the \$534,836 in Operating taxes from FY 07 and the \$34,346 for Rural Taxes in FY 07. The total amount not being taxed is \$797,534. The County Commission can increase mill levies in the future if they identify a need during future budget process. The County will be taxing the full amount of the Permissive Medical Levy and the millage required to make payments on bonds.